## ORIGINAL

## **HEARING DIVISION PROPOSED AMENDMENT #2**

TIME/DATE PREPARED: December 10, 2010/4:00 p.m.



COMPANY: Arizona-American Water

AGENDA ITEM NO.: U-14

DOCKET NO.: W-01303A-09-0343 and

OPEN MEETING DATE: Dec. 13 and 14, 2010

SW-01303A-09-034**3** 

Arizona Corporation Commission

DOCKETED

Page 45, Line 21:

DEC 10 ZUM

DELETE:

"\$64,196"

INSERT:

"\$64,196\*"

Page 45, Line 23:

DOCKETED 101

ON DEC TO P 4:

INSERT:

"\* With the correction of a computational error in Staff's final schedules.

Staff's recommendation is \$86,994."

MAKE ALL CONFORMING CHANGES.

Page 83, Line 19.5:

INSERT, after "will be adopted.":

"The adjusted test year revenues in the parties' final schedules included revenues from effluent water sold by Anthem Water at \$2.56 per 1,000 gallons, and no revenues for effluent water sales by Anthem/Agua Fria Wastewater. According to the Company, under the \$0.77 per 1,000 gallon effluent rate, Anthem/Agua Fria Wastewater would have realized test year revenues of \$449,603. In order to establish the new effluent rate for Anthem/Agua Fria Wastewater, Anthem Water's rates must be designed to recover the resulting difference in revenues from other water sales, and Anthem/Agua Fria Wastewater's rates must be designed to reflect the increased revenues."

MAKE ALL CONFORMING CHANGES.

Page 87, Line 7.5:

INSERT, after "annually.447":

"The program serves up to 1,000 customers at a recommended discount of \$4.50 per month at an annual cost of \$54,000 (1,000 times \$4.50 times 12 bills). In the test year, the thousands of gallons used by the residential and commercial Sun City Water high block customers was 2,093,842. Therefore, the amount of \$0.026 per 1,000 gallons must be added to the high block rate in order to fund the Sun City Low Income program."

MAKE ALL CONFORMING CHANGES.

Passed	THIS AMENDMENT: Passed as amended by	
Failed	Not Offered	Withdrawn